

PRESS RELEASE

Erik C. Peterson
United States Attorney
Western District of Wisconsin
(608) 264-5158
TTY (608) 264-5006
www.usdoj.gov/usao/wiw

For Immediate Release

July 21, 2008

Contact Person

Daniel J. Graber
Assistant U.S. Attorney

Madison, Wisconsin -- Erik C. Peterson, United States Attorney for the Western District of Wisconsin, announced that Elizabeth Macapugay, 46, Madison, Wis., pleaded guilty today in U.S. District Court in Madison to failing to supply information to the Internal Revenue Service. Ms. Macapugay pleaded guilty to a one-count information filed on July 15, 2008.

The information charged that Macapugay filed a 2002 Form 1040 with the IRS that substantially underreported the adjusted gross income earned by Ms. Macapugay, and her spouse, George Macapugay.

At today's plea hearing, the government indicated that Ms. Macapugay filed a false 2002 Form 1040 with her husband, that failed to report the income from Mr. Macapugay's business called Midwest Heating. According to the government, the adjusted gross income figure for the 2002 tax return was understated by \$85,641. An IRS criminal investigator determined that the Macapugay's tax returns for the years 2001 through 2004 underreported income from Midwest Heating totaling \$367,918, which resulted in additional tax due and owing to the IRS of \$110,067.

Chief U.S. District Judge Barbara B. Crabb scheduled sentencing for October 28,

2008, at 1:00 p.m. Ms. Macapugay faces a maximum penalty of one year in prison and \$100,000 fine.

The charges against Ms. Macapugay were the result of an investigation conducted by the Internal Revenue Service, Criminal Investigation Division. The prosecution of the case has been handled by Assistant U.S. Attorney Daniel J. Graber.

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